

CLARK COUNTY
FINANCE COMMITTEE

THIRD QUARTER, 2005



October 20, 2005

CLARK COUNTY
FINANCE COMMITTEE
INDEX

SECTION I	AUGUST 25, 2005 MINUTES
SECTION II	EXECUTIVE SUMMARY
SECTION III	2005 YEAR-TO-DATE
SECTION IV	QUARTERLY ACTIVITY
SECTION V	INVESTMENT STRATEGY
SECTION VI	ECONOMIC/MARKET CONDITIONS
SECTION VII	PORTFOLIO

SECTION I – April 25, 2005 MINUTES

**REGULAR MEETING MINUTES
CLARK COUNTY FINANCE COMMITTEE MEETING
August 25, 2004
2 p.m.
PSC BOCC 6th Floor Training Room**

Members in Attendance: Doug Lasher, Chair
Marc Boldt, BOCC
Greg Kimsey, Secretary

Others in Attendance: Cathy Huber Nickerson, John Payne, Jack Rasmusson,
Lori Pearce, Treasurer's Office

Recording: Kathleen Smithline

The meeting was called to order by Doug Lasher, Chair, at 2 p.m. with a quorum present.

APPROVAL OF MINUTES

MOTION was made by, Greg Kimsey, seconded by Marc Boldt, and unanimously carried to approve the Minutes of April 25, 2005.

APPROVAL OF COUNTY FINANCE REPORT

Jack Rasmusson presented an overview of the second-quarter, 2005, County Finance Report, which included investment strategies, economic and market conditions, and a review of the portfolio as of June 30, 2005. He stated the County's investment objectives, which are safety of principal, liquidity, and return on investment. The goal this quarter was to minimize the Fair Market Value adjustments to the pool given the rising rate environment that the financial markets are currently experiencing.

- The GDP was at 3.4% for the second quarter of 2005. Over the last 40 quarters, the final GDP numbers reflect the average GDP to be about 3.2951%. The economy is still performing above average with the continual drags of higher oil prices and continual growth in both trade and budget deficits.
- The final Consumer Confidence number for the end of June was 106.2 while the first quarter ending number was 103. This number was up slightly from the prior quarter; however, the average over the last 40 quarters has been 111.57, which is below average. The U.S. economy continued to add 542,000 jobs for the second quarter.
- The unemployment rate dropped to 5.0% for the end of the second quarter. This decreased .2% from the end of the first quarter rate of 5.2%. The average unemployment rate for the last 40 quarters was 5.0479%. The market is expecting the Fed to continue to raise rates at 25 basis points per meeting with 50% chance of pausing in December. Fed Funds Future Contracts continue to reflect a rate of 4% by mid fall and 4.25% by the middle of the first quarter of 2006.
- The average pool balances are up 1% for the year due to bond bonds being issued by different participants. The maturity pool structure continues to shorten, and changing to a ladder maturity structure is nearly complete. The longest maturity is 35 months.
- Overall, the County pool has outperformed the state pool since its inception in 1989 at \$22 million due to the average maturity longevity in the county pool for example, at the end of June, the state pool's

average maturity was 33 days versus the county's 219 days. The state runs a money market fund mandated to 90 days or less.

Investment Strategy

- Continue to evaluate short-term investments and place investments in them when their return is higher than the projected Fed Fund rate is.
- Continue to maintain a maturity level of 7 to 8 ½ months in the portfolio while continuing to look for value in the one-year sector.
- Continue to maintain a ladder structure.

MOTION was made by Marc Boldt, seconded by Greg Kimsey, and unanimously carried to approve the County Finance Report for Second-Quarter, 2005.

PFM REPORT

Jack Rasmusson presented an overview of the county's investments for second quarter, 2005.

- Long-term inflationary pressures remain contained, which has reassured that intermediate and long-term rates will continue to remain at or near current levels.
- The average maturity of the County's pool portfolio shortened from 7.6 months to 7.2 months.
- The asset allocation of the portfolio continued to change modestly during the second quarter with a shift in the allocation to Certificates of Deposit from the Federal Agencies, US Bank and Key Bank accounts.
- The total annualized return of the County pool during the second quarter exceeded the performance of the Merrill Lynch custom Treasury benchmark by 82 basis points (0.82%).
- The County continues to maintain a low exposure to credit risk and market risk.
- The portfolio remains highly liquid and within the recommended ranges.

Investment Strategy Recommendations

- Maintain the average maturity of the portfolio within 7 to 8.5 months
- Emphasize new purchases within the one-year maturity range.
- Continue to evaluate short-term money market instruments relative to overnight rates.

OUTSTANDING DEBT REPORT

Lori Pearce presented the County Debt Status Report as of June 30, 2005. At the end of the second quarter, the total outstanding debt of Clark County and the junior taxing districts totaled approximately \$888 million compared to \$819 million on March 31, 2005. The report reflects new issues for second quarter, 2005 and upcoming debt issues for the third quarter, 2005; line of credit history; registered warrants history; Clark County Road line of credit, and a listing of outstanding debt as of June 30, 2005.

OTHER

John Payne stated that a Request For Proposal for financial advisor will go out in October.

MOTION was made by Greg Kimsey, seconded by Marc Boldt, and unanimously carried to adjourn the meeting.

There being no further business before the Board, the meeting was adjourned at 2:50 p.m.

Submitted by: _____
Greg Kimsey, Secretary

Prepared by: _____
Kathleen Smithline, Administrative Assistant

SECTION II - EXECUTIVE SUMMARY

This report provides a review of the activities occurring during the third quarter, 2005, in compliance with our Investment Policy and Standards adopted November 2002.

During the third quarter of 2005, the average maturity of the portfolio remained at approximately 6.9 months which was 0.7 months shorter maturity than second quarter of 2005. The asset sector distribution of the portfolio changed during the third quarter, with approximately 51.72% of the portfolio invested in Federal Agencies, 28.32% invested in money markets, 18.99% invested in Certificates of Deposits .52% invested in Municipal Bonds and .45% invested in Treasury Securities. This is compared with the second quarter of 2005's asset allocation of 55.05% of the portfolio invested in Federal Agencies, 28.75% invested in money markets, 15.78% invested in Certificates of Deposits and .42% invested in Treasury Securities. At the end of September 2005, the total book value of the portfolio was approximately \$484.4 million.

Residual balances for the first three quarters of 2005 averaged \$48.9 million monthly which was the same when compared to the monthly average during the first three quarters of 2004. Interest earnings distributed to the County's General Fund during the first three quarters of 2005 were \$1,035,881 compared to \$570,243 for the same period of 2004. The increase is a result of higher interest rates in 2005. The average interest rate of the Clark County Investment Pool for the first three quarters of 2005 was 2.668% compared to 1.594% in the same period of 2004. Interest earnings for 2005 were higher than our projections by approximately \$399,204.

County Pool balances averaged \$452 million in the first three quarters of 2005, compared to an average of \$443 million during the same period of 2004. Interest earnings distributed to the County Pool participants for first three quarters of 2005 were \$9.3 million compared to \$5.3 million in first three quarters of 2004. Clark County funds made up 37.80% of the County Pool. Other major Pool participants include the Evergreen School District at 27.49%, Vancouver School District at 11.21% and all other districts at 23.50%.

The annualized quarterly total return for the County Pool came in at 4.00% compared to the custom Treasury total return index of 2.367%. On a book value return basis, the County Pool rate yielded 3.33%, compared to the custom Treasury Index's book value return of 3.86%. The net asset value of the County Pool ended the quarter at .99921. An unrealized loss of approximately \$517,673 was distributed to the Clark County Pool participants for the fair market value adjustment at the end of August. This is in accordance with our investment policy, fair market value adjustments are made four times per year. The next adjustment will occur at the end of December 2005.

Our current strategy is to maintain an "excess" liquidity level in the Key Bank and US Bank accounts and invest it when the yield curve steepens out and becomes more normal. The US Bank account is tied to the Federal Funds rate and the Key Bank account is tied to the Federal Funds rate plus five basis points. Both accounts increase their rates faster than the Washington LGIP. Market information indicates the Federal Reserve will most likely continue to raise the Federal Funds rate throughout 2005. Certificate of Deposits have been added to the portfolio when their yields are higher than the projected Federal Funds rate and have also helped add a little bit of duration to the portfolio. Investing in Federal Agencies have been limited to PFM's recommendation around the one year sector and will continue to be limited until short term rates stop rising and the interest rate curve steepens out again. The goal of the portfolio is to maintain an average maturity of 7.0 – 8.5 months.

SECTION III - 2005 YEAR-TO-DATE

INVESTMENT ACTIVITY:

During the first three quarters of 2005, County residual principal balances averaged \$25,896 more than in 2004 on an average monthly basis. Actual average County residual balances on a monthly basis during 2005 have exceeded projections by approximately \$6,972,850 for the year as denoted in the chart below.

Date	2004 Residual Balance	2005 Residual Balance	2005 Projected Residual Balance
January	54,596,788	31,441,518	22,000,000
February	28,859,054	28,958,387	28,000,000
March	28,261,393	29,345,855	34,000,000
April	40,101,928	52,246,810	40,000,000
May	113,347,633	115,797,577	91,000,000
June	63,632,227	66,314,929	50,000,000
July	42,530,372	48,659,829	40,000,000
August	36,458,964	35,531,995	43,000,000
September	32,734,229	32,458,751	30,000,000
Average	48,946,954	48,972,850	42,000,000

Since June 2004, the Fed has raised interest rates nine times by 25 basis points each time. This action brought the Fed funds from a 45-year low of 1.00% to 3.75% by the end of September. Actual interest earnings increased to \$1,035,881 in the first three quarters of 2005 from \$570,243 during the same period of 2004 due to higher interest rates in 2005. As shown below, total interest earnings for the year are approximately \$399,204 more than projected for 2005.

Date	2004 Interest Earnings	2005 Interest Earnings	2005 Projected Interest Earnings
January	78,343	48,411	30,404
February	40,971	43,243	36,737
March	41,422	57,878	45,715
April	57,799	96,691	67,287
May	129,912	293,460	169,851
June	73,299	172,047	86,461
July	43,411	133,261	74,142
August	55,170	100,869	71,868
September	49,916	90,019	54,213
Total	570,243.	1,035,881	636,677

Shown below, County Pool principle balances averaged nearly \$452 million for first three quarters of 2005, compared to \$443 million during same period of 2004, approximately 2% higher.

Date	2004 Pool Average Balance	2005 Pool Average Balance
January	447,499,544	412,745,365
February	408,942,068	403,670,700
March	402,182,023	409,191,900
April	438,647,428	423,845,571
May	544,037,116	568,784,439
June	485,785,543	534,484,719
July	433,832,687	450,544,350
August	420,073,304	437,450,935
September	409,242,889	429,307,008
Average	443,360,289	452,224,998

The table below reflects County Pool earnings of approximately \$9.3 million in first three quarters of 2005, compared to \$5.3 million during the same period of 2004, resulting in increased earnings of approximately 74%. This is due to the raising interest rate environment that started in June of 2004 and has continued through the first three quarters of 2005.

Date	2004 Pool Interest Earnings	2005 Pool Interest Earnings
January	643,900	635,325
February	580,695	581,897
March	589,850	806,636
April	632,232	783,697
May	623,827	1,434,642
June	558,132	1,386,852
July	441,970	1,234,714
August	635,693	1,241,301
September	624,131	1,190,921
Total	5,330,430	9,295,985

SECTION IV - QUARTERLY ACTIVITY

Figure One shows the major participants in the Clark County Investment Pool for the third quarter of 2005. As of September 30, 2005, County funds made up 37.80% of the pool, Evergreen School District – 27.49%, Vancouver School District – 11.21%, and all other districts at 23.50%.

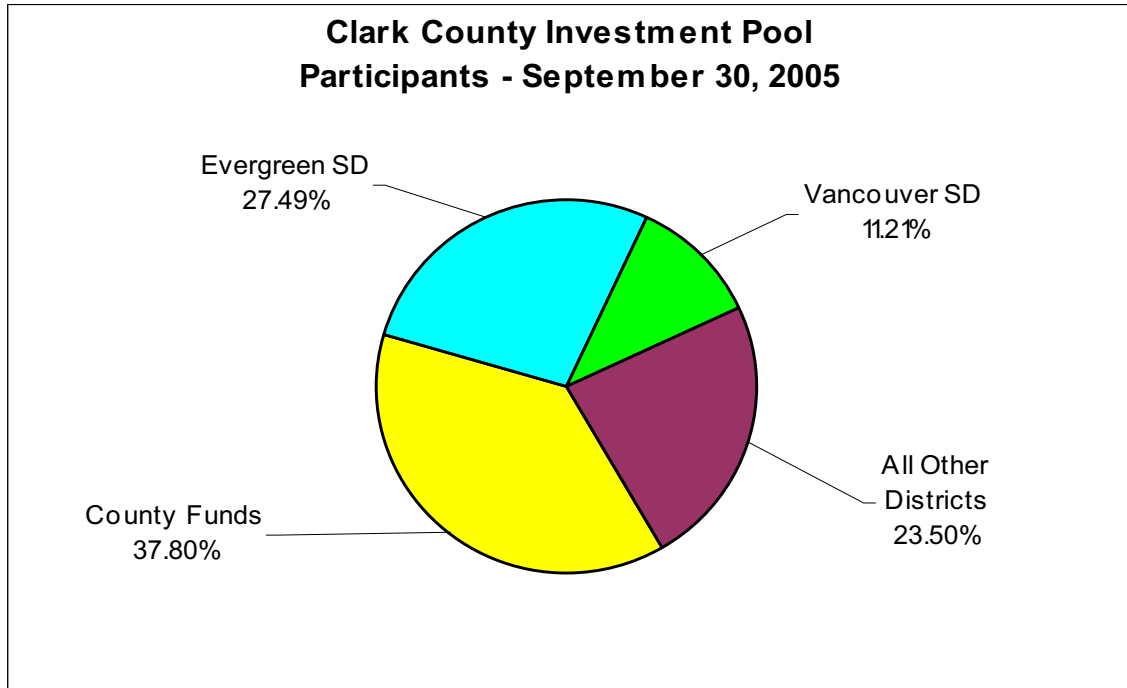


Figure 1

Figure Two illustrates month-end General Fund cash balances beginning with January 2004 through September 2005. For the first three quarters of 2005, cash balances in the General Fund decreased over the same period in 2004 by a monthly average of approximately \$826 thousand due to increase in transfers to other funds.

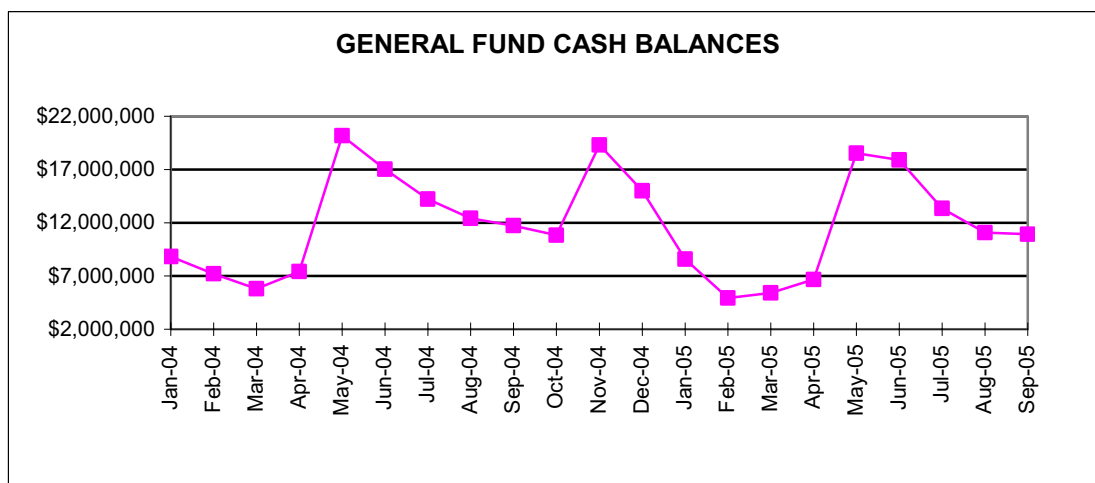


Figure 2

Figure Three reflects the average principal balances being maintained within the Pool in 2005 compared to 2004. For the first three quarters of 2005, the average monthly principle balance increased above the same period of 2004 levels by an average of \$8.9 million.

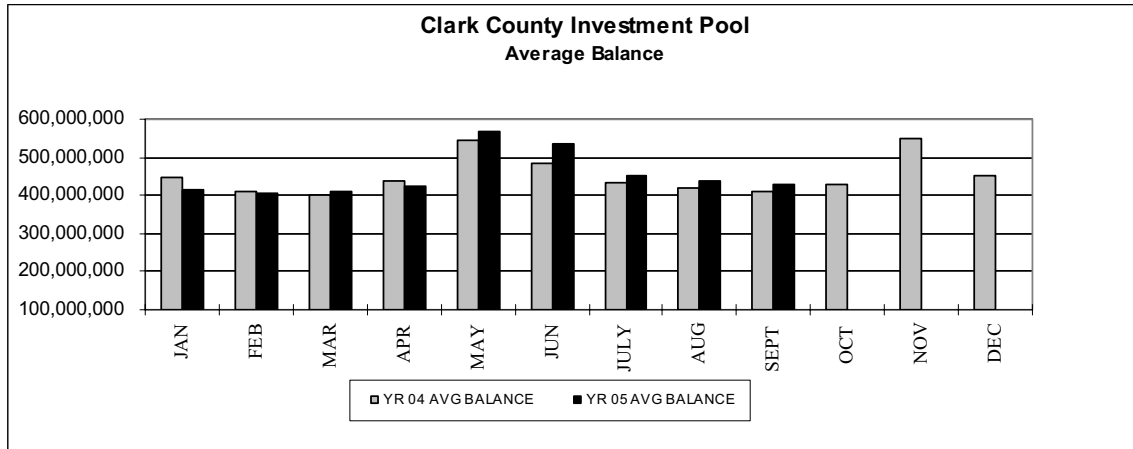


Figure 3

Figure Four reflects the actual monthly residual principle balances managed by the County for 2004 and 2005. For the current year, residual balances average \$26 thousand per month more than in 2004.

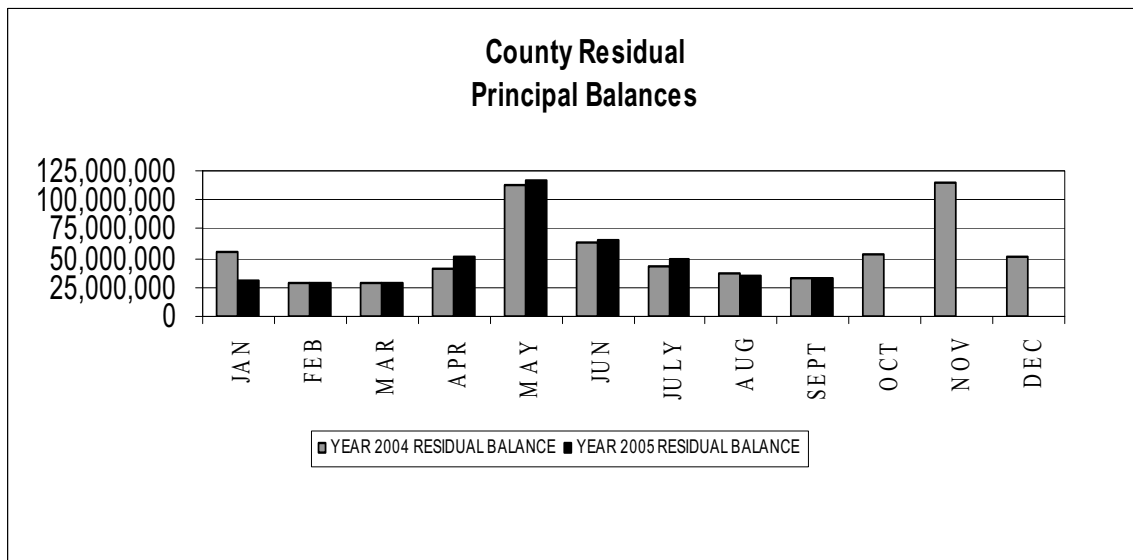


Figure 4

Figure Five shows interest earnings distributed each month to the County's General fund from 2004 through third quarter of 2005. During the first three quarters of 2005, interest earnings averaged \$51,738 more per month than during the same period in 2004. This is due to slightly higher average fund balances in 2005 and an increase in interest rates from 2004 to 2005. On an average monthly basis, \$63,360 was allocated to the General fund during the first three quarters of 2004. For the same period of 2005, an average of \$115,098 was distributed to the General fund per month.

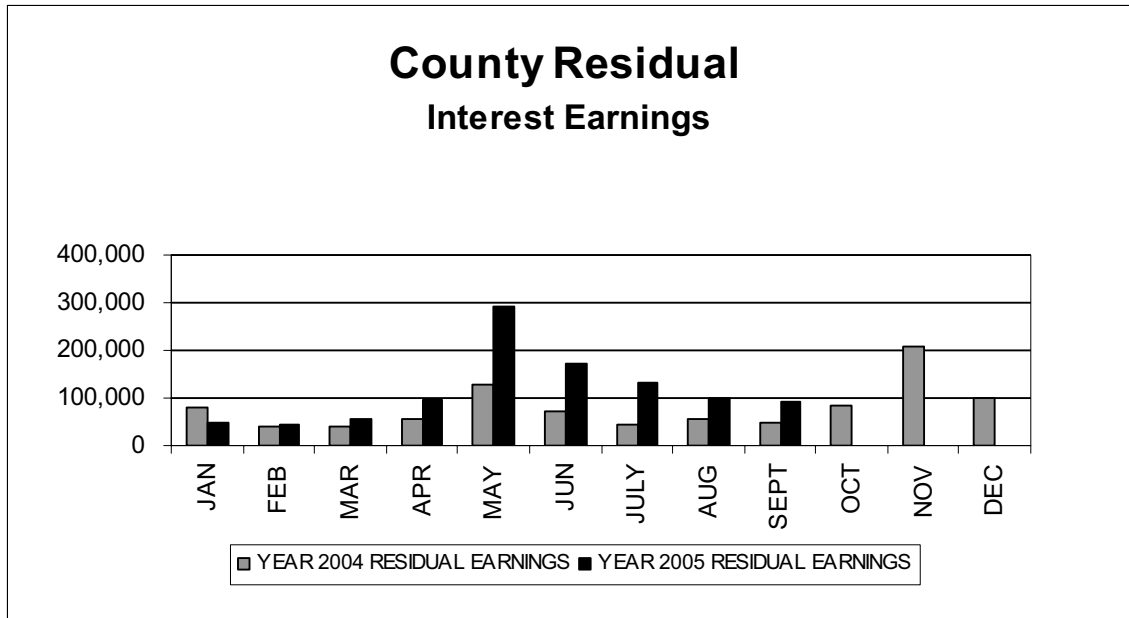


Figure 5

Figure Six shows the County Pool interest rates for 2004 through third quarter of 2005. The book value of the County Pool's gross interest rate at the end of September 2005 was 3.33%, compared to 1.83% on September 30, 2004.

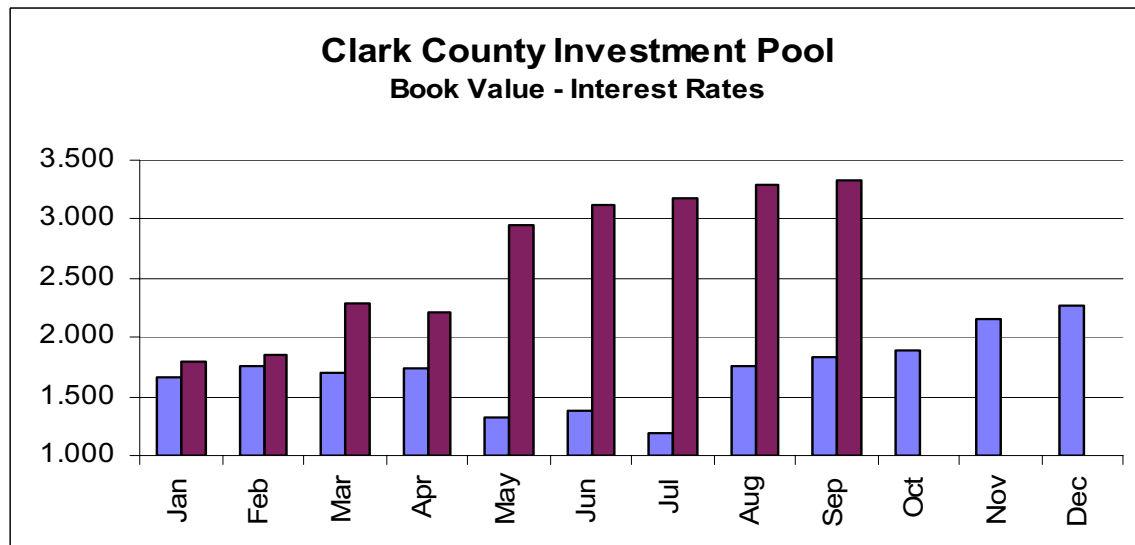


Figure 6

Figures 7 (a) and (b) compare performance on a book value return basis. The County Pool's interest rate is expressed as the net interest rate (the gross rate less the investment fee). The book value return of a portfolio measures the yield based on the yield of the securities at the time the securities are purchased. These performance benchmarks consist of a composite Treasury Index with an average maturity of nine months and the Washington State Local Government Investment Pool (LGIP) with an average maturity of approximately 25 days. The Clark County Investment Pool has an average maturity of approximately 6.7 months. The Treasury Index and the LGIP closely track current interest rates. At the end of the third quarter, the County Pool's net rate, on a book value return basis was 3.33%, the Treasury Index was 3.86%, and the State Pool's net rate was 3.61%.

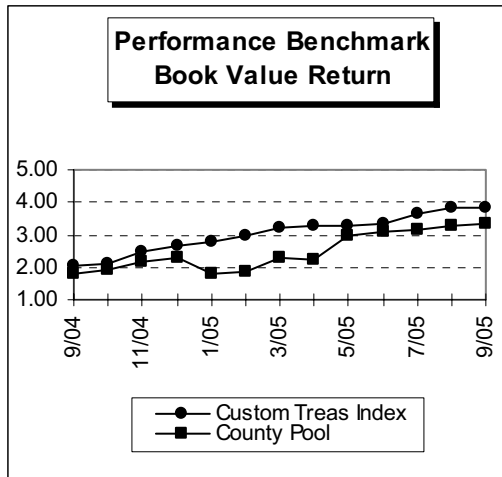


Figure 7(a)

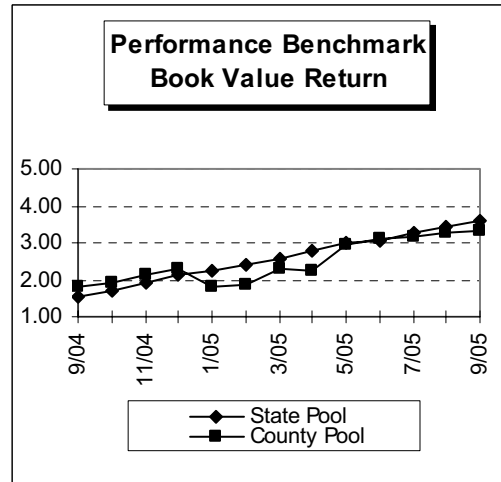


Figure 7(b)

Figure Eight compares performance on a total return basis. Total return measures the market value increase or decrease in the value of the portfolio over a given period of time and the interest earnings associated with the securities. The customized total return index consists of two Merrill Lynch U.S. Treasury Securities maturing from six months to one year. The annualized third quarter return of 2005 for the County Pool was 4.00% and the Treasury Index was 2.37%.

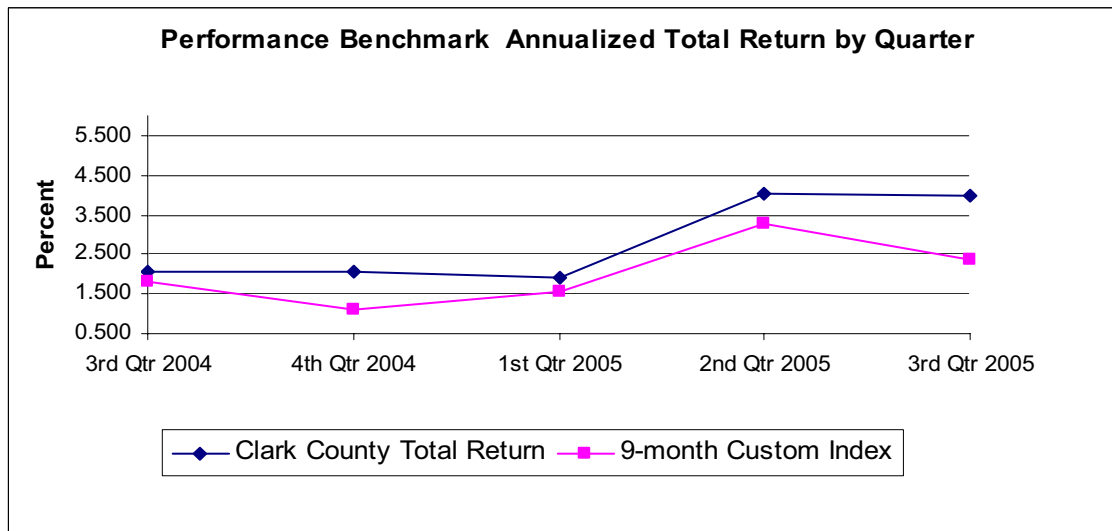


Figure 8

Figure Nine shows the market value of the Pool portfolio based on net asset value (NAV). As of September 30, 2005, the NAV was 0.99921. GASB Statement 31 requires that External Investment Pools report all investments at fair market value, if the average maturity of the Pool exceeds 90 days. On August 31, 2005, the Treasurer's Office posted approximately \$518 thousand in unrealized losses to the County Pool. The next adjustment for fair market value will occur on December 31, 2005.

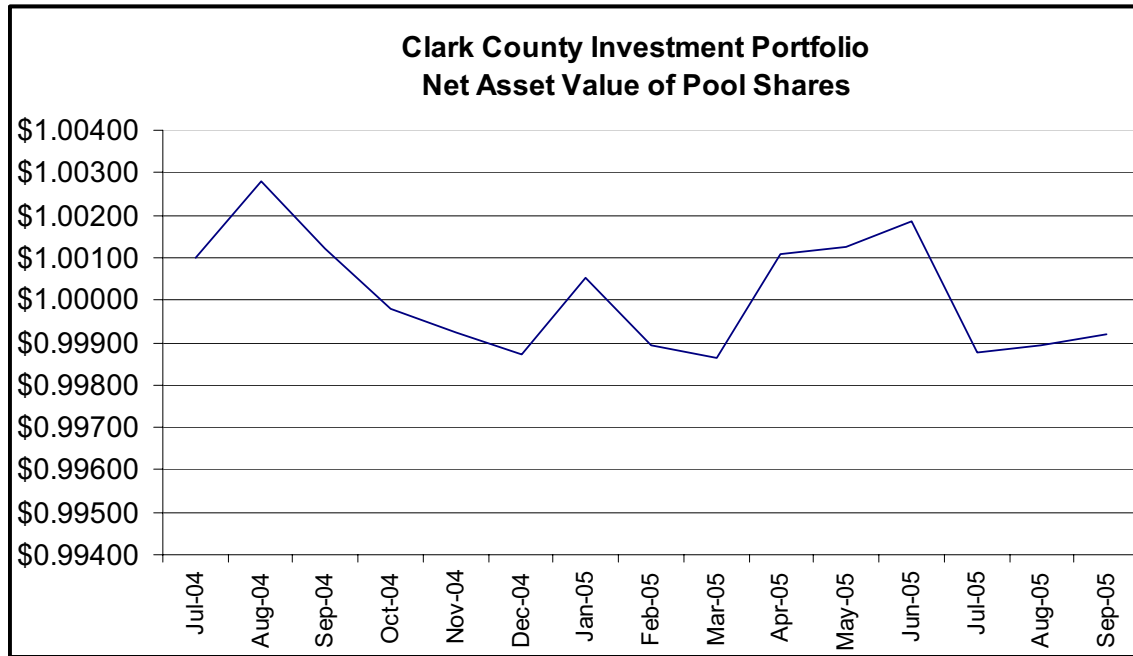


Figure 9

Figure Ten is a breakdown by year reflecting the total unrealized gains/(losses) since 1998. Also depicted in figure ten are the increases in county pool earnings due to being invested in longer term securities than the State Pool. As of August 31, 2005 the County Portfolio has posted approximately \$1.1 million in aggregate unrealized losses on a fair market value basis. The County Pool earned approximately \$17.1 million more than if it had just been invested in the State Pool. Annual unrealized gains/(losses) are the direct result of fluctuating interest rates and longer term maturities.

Year	Unrealized gain/(loss)	Earning Difference County Verses State Pool
1998	566,583	624,518
1999	(2,563,593)	157,992
2000	4,038,403	(1,365,529)
2001	2,072,065	4,376,049
2002	295,807	7,060,263
2003	(4,010,663)	5,246,610
2004	(1,270,742)	1,852,820
2005	(248,378)	(849,240)
Cumulative	(1,120,518)	17,103,483

Figure 10

Figure Eleven shows revised projected County Pool interest rates for 2005 compared with actual interest rates.

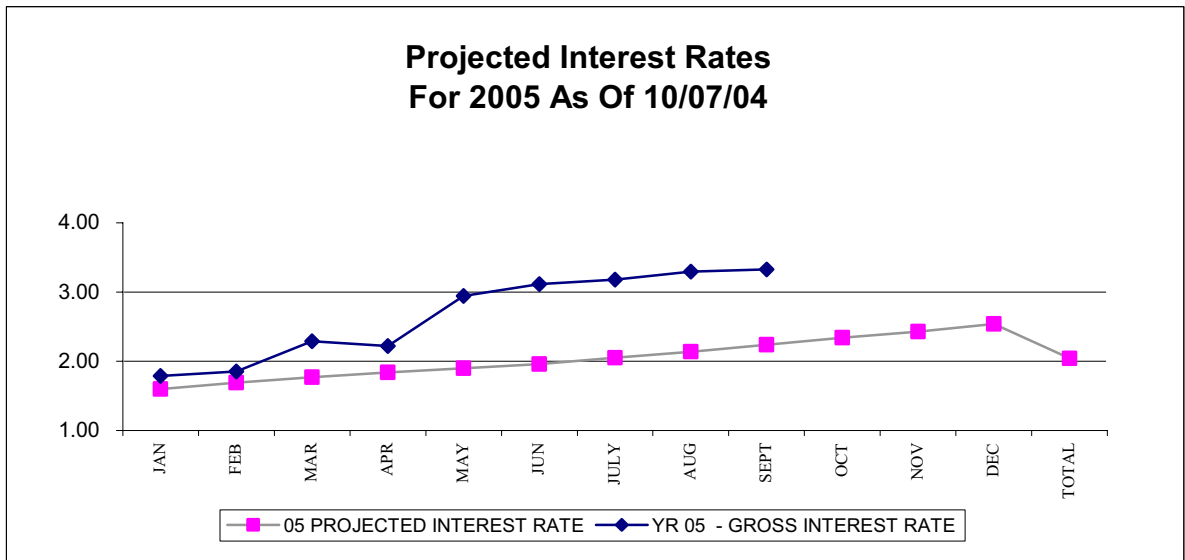


Figure 11

SECTION V - INVESTMENT STRATEGY

The following table shows the percentage distribution of the Clark County Pool maturity periods. As the table indicates, during 2004 emphasis was placed on purchasing securities in the 0 - 2 year maturity sector to target an average maturity of 7 - 8.5 months. During 2005 investments were purchased in the 0 - 3 year sector to target an average maturity of 7 - 8.5 months.

Period	0 - 1 year	1 - 2 years	2 - 5 years
1st quarter, 2004	69%	19%	12%
2 nd quarter, 2004	67%	27%	6%
3 rd quarter, 2004	72%	20%	8%
4 th quarter, 2004	66%	34%	0%
1st quarter, 2005	65%	35%	0%
2 nd quarter, 2005	73%	23%	4%
3 rd quarter, 2005	71%	26%	3%

During the fourth quarter of 2005, we plan to maintain a weighted average maturity of 7.0 to 8.5 months. We will continue to monitor our investment strategy and remain proactive as economic conditions fluctuate.

The second quarter 2005 report issued by Public Financial Management, Inc. (PFM) recommended the following sector distributions to maintain the Clark County Investment Pool at a 7.0 to 8.5 month average maturity.

Investment Sector	Recommended Average Maturity	Current Average Maturity	Recommended % of Portfolio	Current % of Portfolio
US Treasury Notes	6 months – 2.00 years	N/A	0% - 20%	0%
Federal Agency Notes/Disc. Notes	6 months – 2.00 years	1.02 years	40% - 75%	49%
Municipal Obligations	0 months – 2.00 years	1.6 years	0% - 5%	01%
Commercial Paper, Certificates of Deposit, Domestic Banker's Acceptances	0 – 6 months	2.5 months	0% - 40%	29%
State Pool, Bank Deposits	1 day	1 day	20% - 50%	18%
Aggregate Avg. Maturity	7.0-8.5 months	6.7 months		

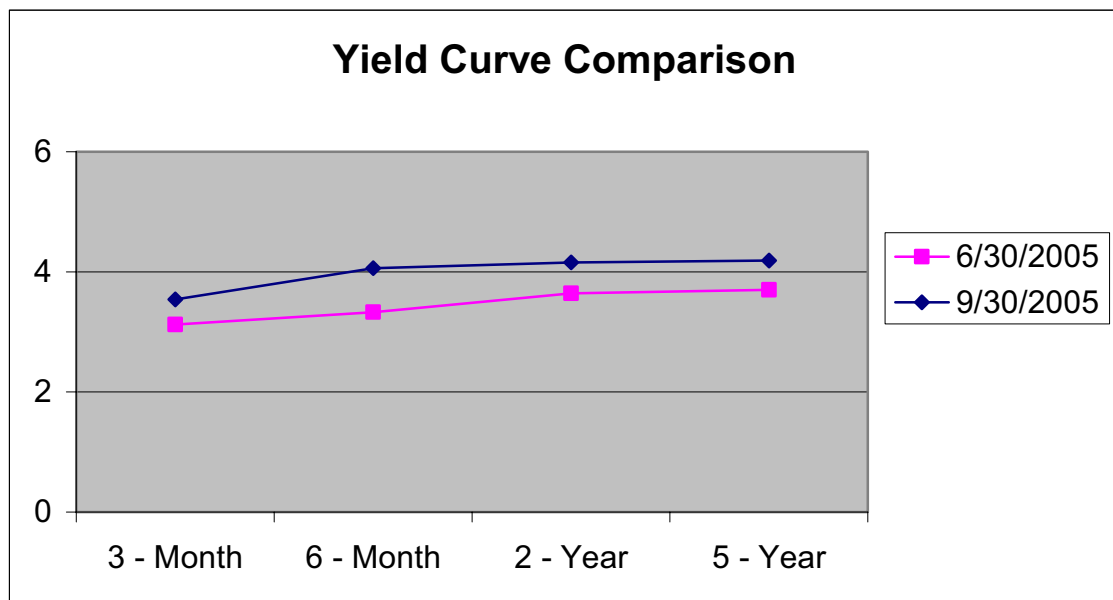
During the third quarter of 2005, the percentage of Federal Agencies decreased by 4%, Municipal Obligations increased by 1% and the money market sector increased by 3%.

SECTION VI - ECONOMIC/MARKET CONDITIONS

The US economy added 488,000 jobs during the third quarter of 2005 despite two major hurricanes hitting the Gulf of Mexico during the quarter. The unemployment rate rose .1% to 5.1% at the end of September. Oil prices ended the quarter at \$66.24 per barrel, which was up 33% over the price from September 2004. These high levels in oil prices continue to create concern over the increase of inflationary pressures along with the huge recovery efforts from the hurricanes that have hit the coast of the Gulf of Mexico. As a result, the September Consumer Confidence Index dropped 18.9 points to 86.60. The Manufacturing index continued to bounce throughout the quarter, but ended the quarter with a 59.4 reading. Any reading which is above 50 shows the manufacturing industry is continuing to grow.

While the economic data for this quarter was mixed, the economy overall continues to grow at a sustainable rate and is showing sign of being resilient in the face of huge economic challenges. The long term inflation outlook continues to climb towards the upper end of where Alan Greenspan, Chair of the Federal Reserve, deems it "acceptable." Several members of the Federal Reserve Board have indicated they believe that to keep inflation in check by short term interest rates should continue to rise. Therefore, additional increases in the short term interest rate are expected in the coming months. The Federal Reserve Board will continue its constant pace of raising short term rates with the expectation that they will reach 4.25% by the end of the year.

On September 30, 2005 the 3-month T-bill yielded 3.57% compared to 3.12% on June 30, 2005. The yield curve continues to move up and flatten out.



SECTION VII - PORTFOLIO

Exhibit One shows the make up of the entire portfolio at the end of the third quarter of 2005. This exhibit is used to monitor compliance with the Investment Policy as far as the diversification of securities held and the percentage each sector makes up of the total portfolio. All percentages are consistent with the current policy.

Exhibit Two shows the complete portfolio listings as of the end of the third quarter of 2005. This report shows the book value, the par value, and the market value of the portfolio as of September 30, 2005.

Exhibit Three shows the liquidity of the entire portfolio. All percentages are consistent with the current policy.

Exhibit Four reflects the percentage of securities purchased from each issuer relative to the entire portfolio. On September 30th, the average maturity was approximately 6.90 months. All the percentages are consistent with the current policy and PFM recommendations.

Exhibit Five shows all investment purchases and maturities from July 1, 2005 through September 30, 2005.

Exhibit Six shows the make up of the Clark County Investment Pool at the end of the third quarter of 2005. This exhibit is used to monitor compliance with the Investment Policy as far as the diversification of securities held and related percentage of the total portfolio for each type of security. On September 30, 2005 the average term of the Pool was approximately 6.7 months. All percentages are consistent with the current policy.

Exhibit Seven shows the portfolio listings of the Clark County Investment Pool at the end of the first quarter. This report contains the book value, the par value, and the market value as of September 30, 2005.

Exhibit Eight shows the liquidity of the Clark County Investment Pool. All percentages are consistent with the current policy.

Exhibit Nine reflects the percentage of securities purchased from each issuer for the Clark County Investment Pool. All percentages are consistent with the current policy.

Exhibit Ten is a comparison of the Clark County Investment Pool to the Washington State Pool.

Exhibit 1

**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
DISTRIBUTION OF INVESTMENTS BY TYPE
September 30, 2005**

Investments	Book Value	Percent of Portfolio	Average Days to Maturity	Yield to Maturity	
				360 Equivalent	365 Equivalent
Certificates of Deposit	92,000,000.00	18.99%	77	3.461	3.519
Federal Agencies - Discount	9,866,594.44	2.04%	4	3.289	3.335
Federal Agencies - Semi-annual	240,710,813.51	49.69%	385	3.403	3.450
Treasury Securities - SLGS	2,187,000.00	0.45%	265	0.986	1.000
Passbook/Money Market Accts	137,179,021.81	28.32%	1	3.549	3.598
Municipal Bonds	2,505,083.50	0.52%	585	4.000	4.056
Total	484,448,513.26	100.00%	209	3.461	3.509
Accrued Interest at Purchase	512,733.64				
Total Cash and Investments	<u>484,961,246.90</u>				

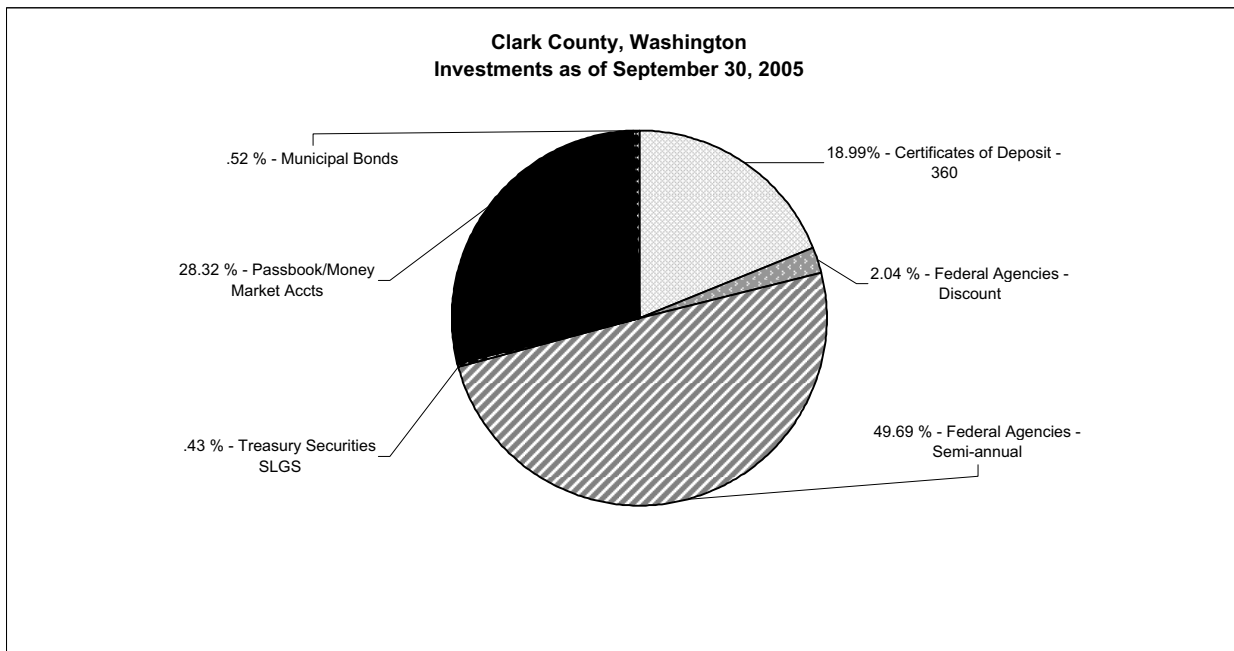


EXHIBIT 2
Clark County, Washington
Investment Portfolio
September 30, 2005

Investment Number		Purchase Date	Cusip Number	Book Value	Par Value	Market Price 09/30/05	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360	Yield to Maturity 365	Maturity Date	Days to Maturity
Certificates of Deposit													
89983059	Washington Mutual Bank	3/7/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.380	3.38	3.427	12/30/05	90
89983061	US Bank	4/5/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.370	3.370	3.417	11/01/05	31
89983100	Washington Mutual Bank	9/15/2005		10,000,000.00	10,000,000.00		10,000,000.00		4.020	4.020	4.075	06/01/06	243
89983094	Washington Mutual Bank	8/3/2005		10,000,000.00	10,000,000.00		10,000,000.00		3.900	3.900	3.954	01/30/06	121
89983072	Sterling Savings Bank	5/11/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.383	3.383	3.430	10/20/05	19
89983101	West Coast Bank	9/23/2005		2,000,000.00	2,000,000.00		2,000,000.00		4.000	3.945	4.000	12/23/05	83
89983073	US Bank	5/12/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.455	3.455	3.503	12/01/05	61
89983075	US Bank	5/13/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.475	3.475	3.523	12/01/05	61
89983076	Washington Mutual Bank	5/31/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.460	3.460	3.508	11/30/05	60
89983078	Sterling Savings Bank	6/16/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.450	3.403	3.450	10/04/05	3
Subtotal & Averages				92,000,000.00	92,000,000.00		92,000,000.00	-		3.55	3.60		77
Federal Agencies - Discount													
89983070	Federal Nat'l Mtg Assoc.	05/10/05	313589MP5	9,866,594.44	10,000,000.00	99.076	9,907,600.00	41,005.56	-	3.245	3.335	10/05/05	4
Subtotal & Averages				9,866,594.44	10,000,000.00		9,907,600.00	41,005.56		3.29	3.34		4
Federal Agencies - Semi Annual Coupon													
61323079	Federal Home Loan Mtg. Corp.	06/28/05	3128X2R9	4,026,715.20	4,080,000.00	98.883	4,034,416.61	7,701.41	2.000	3.641	3.692	04/12/06	193
61323080	Federal Nat'l Mtg Assoc.	06/28/05	31359MRT	3,795,729.60	3,835,000.00	99.004	3,796,810.69	1,081.09	2.500	3.650	3.701	05/12/06	223
61323092	Federal Nat'l Mtg Assoc.	06/30/05	31359MVH	3,510,498.90	3,534,000.00	99.238	3,507,083.29	(3,415.61)	3.000	3.705	3.756	06/01/06	243
61323082	Federal Nat'l Mtg Assoc.	06/28/05	31359MVW	2,998,598.40	3,015,000.00	99.215	2,991,318.38	(7,280.02)	3.150	3.649	3.700	06/30/06	272
61323083	Federal Nat'l Mtg Assoc.	06/28/05	3136F47B4	2,694,798.72	2,724,000.00	98.692	2,688,357.28	(6,441.44)	2.750	3.669	3.720	08/17/06	320
61323084	Federal Home Loan Bank	06/28/05	3133X14N4	2,599,905.00	2,625,000.00	98.661	2,589,863.59	(10,041.41)	2.875	3.635	3.685	09/15/06	349
61323085	Federal Home Loan Bank	06/28/05	3133X8NZ1	2,125,821.30	2,155,000.00	98.269	2,117,686.61	(8,134.69)	2.625	3.598	3.648	10/16/06	380
61323086	Federal Home Loan Mtg. Corp.	06/28/05	3128X4AK7	1,860,534.75	1,861,000.00	99.345	1,848,804.49	(11,730.26)	3.750	3.708	3.760	11/15/06	410
61323087	Federal Home Loan Bank	06/28/05	3133XBVC	1,884,547.60	1,885,000.00	99.950	1,884,065.98	(481.62)	3.750	3.712	3.764	11/30/06	425
61323088	Federal Home Loan Mtg. Corp.	06/28/05	3134A1KC3	3,544,874.00	3,400,000.00	102.825	3,496,036.40	(48,837.60)	6.700	3.735	3.787	01/05/07	461
61323089	Federal Home Loan Bank	06/28/05	3133X4C66	3,097,831.40	3,155,000.00	97.709	3,082,726.84	(15,104.56)	2.625	3.726	3.778	02/16/07	503
61323090	Federal Nat'l Mtg Assoc.	06/28/05	3136F46R0	5,672,210.85	5,745,000.00	98.166	5,639,631.53	(32,579.32)	3.000	3.740	3.792	02/26/07	513
61323091	Federal Nat'l Mtg Assoc.	06/28/05	31364CA4	500,049.22	475,000.00	103.696	492,554.58	(7,494.64)	6.960	3.778	3.830	04/02/07	548
89982966	Federal Nat'l Mtg Assoc.	05/21/03	3136F3SH0	10,006,250.00	10,000,000.00	99.754	9,975,400.00	(30,850.00)	2.050	1.996	2.024	11/21/05	51
89982975	Federal Home Loan Mtg. Corp.	09/23/03	3134A4SX	10,073,900.00	10,000,000.00	99.079	9,907,911.00	(165,989.00)	2.375	2.047	2.075	04/15/06	196
89983003	Federal Nat'l Mtg Assoc.	09/22/04	3136F6CF40	10,000,000.00	10,000,000.00	98.744	9,874,430.00	(125,570.00)	3.000	2.959	3.000	09/22/06	356
89983005	Federal Nat'l Mtg Assoc.	10/12/04	3136F6EP0	10,000,000.00	10,000,000.00	98.669	9,866,933.00	(133,067.00)	3.010	2.969	3.010	10/12/06	376
89983013	Federal Home Loan Mtg. Corp.	10/15/2004	3128X3GT4	7,999,375.00	8,000,000.00	99.202	7,936,188.00	(63,187.00)	3.000	2.963	3.004	06/02/06	244
89983014	Federal Nat'l Mtg Assoc.	10/26/04	3136FAF458	10,007,000.00	10,000,000.00	98.524	9,852,372.00	(154,628.00)	3.125	3.048	3.090	12/29/06	454
89983021	Federal Home Loan Mtg. Corp.	11/5/2004	3128X2AH8	9,998,500.00	10,000,000.00	98.529	9,852,941.00	(145,559.00)	3.000	2.966	3.007	11/17/06	412
89983022	Federal Nat'l Mtg Assoc.	11/8/2004	3136FAF458	9,987,000.00	10,000,000.00	98.524	9,852,372.00	(134,628.00)	3.125	3.143	3.187	12/29/06	454
89983034	Federal Home Loan Bank	11/22/04	3133X9KN9	9,975,300.00	10,000,000.00	99.184	9,918,397.00	(56,903.00)	2.875	3.002	3.044	05/22/06	233
89983036	Federal Nat'l Mtg Assoc.	12/17/04	31359MVW0	9,999,260.00	10,000,000.00	99.215	9,921,454.00	(77,806.00)	3.150	3.111	3.154	06/30/06	272
89983049	Federal Nat'l Mtg Assoc.	01/05/05	3159MWX7	9,984,000.00	10,000,000.00	98.860	9,885,975.00	(98,025.00)	3.375	3.413	3.460	12/15/06	440
89983051	Federal Nat'l Mtg Assoc.	02/01/05	31359MXN8	9,992,000.00	10,000,000.00	98.961	9,896,142.00	(95,858.00)	3.550	3.543	3.592	01/30/07	486
89983055	Federal Home Loan Bank	02/17/05	3133MEU66	10,237,370.00	10,000,000.00	100.719	10,071,870.00	(165,500.00)	5.375	3.359	3.406	05/15/06	226
89983056	Federal Farm Credit Bank	02/22/05	3133X8SY9	5,094,500.00	5,000,000.00	100.295	5,014,765.00	(79,735.00)	4.600	3.522	3.571	01/23/07	479
89983058	Federal Home Loan Bank	03/01/05	31331LA32	9,901,180.00	10,000,000.00	99.222	9,922,177.00	20,997.00	2.500	3.391	3.438	03/30/06	180
89983065	Federal Home Loan Bank	05/06/05	3133XB5Z4	4,999,250.00	5,000,000.00	99.466	4,973,322.50	(25,927.50)	4.000	3.952	4.007	04/05/07	551
89983066	Federal Home Loan Bank	05/06/05	3133XB5Z4	4,999,500.00	5,000,000.00	99.466	4,973,322.50	(26,177.50)	4.000	3.949	4.004	04/05/07	551

EXHIBIT 2
Clark County, Washington
Investment Portfolio
September 30, 2005

Investment Number		Purchase Date	Cusip Number	Book Value	Par Value	Market Price 09/30/05	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360	Yield to Maturity 365	Maturity Date	Days to Maturity
89983067	Federal Home Loan Mtg. Corp.	5/16/2005	3128X4AR2	5,000,000.00	5,000,000.00	99.487	4,974,366.50	(25,633.50)	4.010	3.958	4.013	02/16/07	503
89983068	Federal Home Loan Mtg. Corp.	5/16/2005	3128X4AR2	4,998,750.00	5,000,000.00	99.487	4,974,366.50	(24,383.50)	4.010	3.973	4.028	02/16/07	503
89983077	Federal Home Loan Bank	06/02/05	3133XBVU6	10,009,375.00	10,000,000.00	99.434	9,943,370.00	(66,005.00)	4.450	4.356	4.416	06/02/08	975
89983099	Federal Farm Credit Bank	09/15/05	31331SU3	9,681,570.00	9,700,000.00	99.577	9,658,926.32	(22,643.68)	4.100	4.182	4.240	02/01/07	488
89983102	Federal Home Loan Bank	09/29/05	3133MKEDS	4,823,750.82	4,795,000.00	100.559	4,821,789.67	(1,961.16)	4.875	4.261	4.320	11/15/06	410
89983103	Federal Home Loan Bank	09/29/05	3133X2B46	4,914,345.00	5,000,000.00	98.267	4,913,361.50	(983.50)	2.750	4.261	4.320	11/15/06	410
89983104	Federal Home Loan Bank	09/29/05	3133X9R69	9,716,522.75	9,845,000.00	98.672	9,714,220.00	(2,302.75)	3.125	4.261	4.320	11/15/06	410
Subtotal & Averages				240,710,813.51	240,829,000.00		238,865,728.74	(1,845,084.77)		3.403	3.450		385
Municipal Bonds													
89983097	Washington State Bonds	09/07/05	93974AJR6	2,015,840.00	2,000,000.00	100.236	2,004,726.00	(11,114.00)	4.500	3.985	4.040	07/01/07	638
89983098	Washington State Bonds	09/14/05	939758AW8	489,243.50	500,000.00	97.82518	489,125.90	(117.60)	2.000	4.063	4.119	10/01/06	365
Subtotal & Averages				2,505,083.50	2,500,000.00		2,493,851.90	(11,231.60)		2.488	2.523		585
Treasury Securities - SLGS													
61093038	State & Local Govt Series	12/27/04		564,000.00	564,000.00	100.000	564,000.00	0	0.250	0.986	1.000	12/19/05	79
61123040	State & Local Govt Series	12/27/04		41,000.00	41,000.00	100.000	41,000.00	0	0.250	0.986	1.000	12/21/05	81
61183039	State & Local Govt Series	12/27/04		213,000.00	213,000.00	100.000	213,000.00	0	0.250	0.986	1.000	12/20/05	80
61243041	State & Local Govt Series	12/27/04		551,000.00	551,000.00	100.000	551,000.00	0	0.250	0.986	1.000	12/22/05	82
61273042	State & Local Govt Series	38,348.00		353,000.00	353,000.00	100.000	353,000.00	0	0.250	0.986	1.000	12/23/05	83
61303043	State & Local Govt Series	12/27/04		465,000.00	465,000.00	100.000	465,000.00	0.00	0.250	0.986	1.000	12/27/05	87
Subtotal & Averages				2,187,000.00	2,187,000.00		2,187,000.00	0.00		0.986	1.000		82
Passbook/Money Market Accounts													
0001-3	Registered Warrant Investments			63,201.80	63,201.80		63,201.80	0.00	5.060	4.991	5.060		1
3051	U.S. Bank - Retainage Account			665,769.11	665,769.11		665,769.11	0.00	0.000	0.000	0.000		1
30890004	Key Bank			2,168,889.77	2,168,889.77		2,168,889.77	0.00	3.633	3.583	3.633		1
61320004	Key Bank			8,192,632.93	8,192,632.93		8,192,632.93	0.00	3.633	3.583	3.633		1
89980003	Key Bank			71,217,035.48	71,217,035.48		71,217,035.48	0.00	3.633	3.583	3.633		1
89980002	U.S. Bank - Municipal Investment Account			20,101,354.35	20,101,354.35		20,101,354.35	0.00	3.640	3.590	3.640		1
89980001	WA State Local Government Invest. Pool			34,770,138.37	34,770,138.37		34,770,138.37	0.00	3.580	3.531	3.580		1
Subtotal & Averages				137,179,021.81	137,179,021.81		137,179,021.81	0.00		3.549	3.598		1
Grand Total				<u>484,448,513.26</u>	<u>484,695,021.81</u>		<u>482,633,202.45</u>	<u>(1,815,310.81)</u>		<u>3.461</u>	<u>3.509</u>		<u>209</u>

EXHIBIT 3

CLARK COUNTY TOTAL INVESTMENT PORTFOLIO AGING OF MATURING INVESTMENTS September 30, 2005

Days to Maturity	Book Value	% Maturing	Cumulative % Maturing
1	137,179,021.81	28.32%	28.32%
2 - 90	94,059,844.44	19.42%	47.73%
91 - 180	19,901,180.00	4.11%	51.84%
181 - 270	59,618,888.70	12.31%	64.15%
271 - 360	28,292,562.12	5.84%	69.99%
361 - 450	55,797,265.72	11.52%	81.50%
451 - 540	67,075,736.25	13.85%	95.35%
541 - 630	10,498,799.22	2.17%	97.52%
631 - 720	2,015,840.00	0.42%	97.93%
721 - 1080	10,009,375.00	2.07%	100.00%
TOTAL	\$484,448,513.26	100.00%	

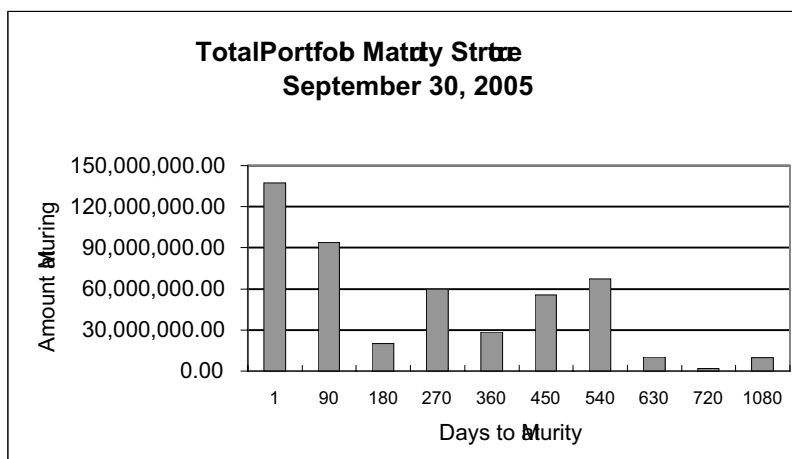


Exhibit 4

**CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
SUMMARY OF INVESTMENTS BY ISSUER
September 30, 2005**

Issuer	Number of Investments	Book Value	% of Portfolio	Avg YTM (365)	Days to Maturity
Federal Farm Credit Bank	2	14,776,070.00	3.05%	4.010	484
Federal Home Loan Bank	13	79,284,698.87	16.37%	3.832	425
Federal Home Loan Mtg Corp.	8	47,502,648.95	9.81%	3.168	342
Federal National Mtg Association	15	109,013,990.13	22.50%	3.209	325
Key Bank	2	81,578,558.18	16.84%	3.633	1
Registered Warrants @ 5.06%	1	63,201.80	0.01%	5.060	1
State and Local Govt. Series	6	2,187,000.00	0.45%	1.000	174
Sterling Savings Bank	2	20,000,000.00	4.13%	3.440	11
US Bank - Municipal Investor Account	1	20,101,354.35	4.15%	3.640	1
US Bank - Retainage Account	1	665,769.11	0.14%	0.000	1
US Bank	3	30,000,000.00	6.19%	3.481	51
Washington Mutual Bank	2	40,000,000.00	8.26%	3.741	128
Washington State Municipal Bonds	2	2,505,083.50	0.52%	4.056	584
Washington State Pool	1	34,770,138.37	7.18%	3.580	1
West Coast Bank	1	2,000,000.00	0.41%	4.000	83
TOTALS and AVERAGES	60	\$ 484,448,513.26	100.00%	3.509	209

EXHIBIT 5

CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
INVESTMENT ACTIVITY BY TYPE
As of September 30, 2005

NUMBER	ISSUER	STATED RATE	DATE	PURCHASES	MATURITIES	BALANCE
CERTIFICATES OF DEPOSIT						BEGINNING BALANCE:
89983093	Sterling Savings Bank	3.450	07/27/05	10,000,000.00		80,000,000.00
89983094	Washington Mutual Bank	3.900	08/03/05	10,000,000.00		
89983093	Sterling Savings Bank	3.450	08/26/05		10,000,000.00	
89983064	Sterling Savings Bank	3.250	09/15/05		10,000,000.00	
89983100	Washington Mutual Bank	4.020	09/15/05	10,000,000.00		
89983101	West Coast Bank	4.000	09/23/05	2,000,000.00		
SUBTOTALS and ENDING BALANCE - JULY				10,000,000.00	0.00	90,000,000.00
SUBTOTALS and ENDING BALANCE - AUGUST				10,000,000.00	10,000,000.00	90,000,000.00
SUBTOTALS and ENDING BALANCE - SEPTEMBER				12,000,000.00	10,000,000.00	92,000,000.00
FEDERAL AGENCIES - DISCOUNT						BEGINNING BALANCE:
313397JAO	Federal Home Loan Mtg Corp.	2.765	07/12/05		9,867,126.39	
313397JXO	Federal Home Loan Mtg Corp.	2.840	08/02/05		9,862,733.33	
313589KF9	Federal National Mtg Association	2.870	08/10/05		9,859,688.89	
313385KV7	Federal Home Loan Bank	2.940	08/24/05		9,852,183.33	
SUBTOTALS and ENDING BALANCE - JULY				0.00	9,867,126.39	39,441,199.99
SUBTOTALS and ENDING BALANCE - AUGUST				0.00	29,574,605.55	9,866,594.44
SUBTOTALS and ENDING BALANCE - SEPTEMBER				0.00	0.00	9,866,594.44
FEDERAL AGENCIES - SEMI ANNUAL COUPON						BEGINNING BALANCE:
3133XBV9	Federal Home Loan Bank	3.875	08/08/05	4,975,945.00		229,805,850.07
3133XBVC6	Federal Home Loan Bank	3.750	08/09/05	4,967,300.00		
3133XBV9	Federal Home Loan Bank	3.875	09/01/05		4,975,945.00	
3133XBVC6	Federal Home Loan Bank	3.750	09/01/05		4,967,300.00	
31359MVS96	Federal National Mtg Association	3.250	09/01/05		8,029,272.00	
31331SU3	Federal Farm Credit Bank	4.100	09/15/05	9,681,570.00		
3134A4RA4	Federal Home Loan Mtg Corp.	2.875	09/15/05		10,201,953.13	
3133MKEDS	Federal Home Loan Bank	4.875	09/29/05	4,823,750.82		
3133X2B46	Federal Home Loan Bank	2.750	09/29/05	4,914,345.00		
3133X9R69	Federal Home Loan Bank	3.125	09/29/05	9,716,522.75		
SUBTOTALS and ENDING BALANCE - JULY				0.00	0.00	229,805,850.07
SUBTOTALS and ENDING BALANCE - AUGUST				9,943,245.00	0.00	239,749,095.07
SUBTOTALS and ENDING BALANCE - SEPTEMBER				29,136,188.57	28,174,470.13	240,710,813.51
MUNICIPAL BONDS						BEGINNING BALANCE:
93974AJR6	Washington State	4.500	09/07/05	2,015,840.00		0.00
939758AW8	Washington State	2.000	09/14/05	489,243.50		
SUBTOTALS and ENDING BALANCE - JULY				0.00	0.00	0.00
SUBTOTALS and ENDING BALANCE - AUGUST				0.00	0.00	0.00
SUBTOTALS and ENDING BALANCE - SEPTEMBER				2,505,083.50	0.00	2,505,083.50
TREASURY SECURITIES - SLGS						BEGINNING BALANCE:
SUBTOTALS and ENDING BALANCE - JULY				0.00	0.00	2,187,000.00
SUBTOTALS and ENDING BALANCE - AUGUST				0.00	0.00	2,187,000.00
SUBTOTALS and ENDING BALANCE - SEPTEMBER				0.00	0.00	2,187,000.00
CLARK COUNTY						BEGINNING BALANCE:
JULY	Registered Warrant Invest Acct	4.69%		20,332.02	187,644.08	20,332.02
AUGUST	Registered Warrant Invest Acct	4.88%		24,820.58	20,332.02	24,820.58
SEPTEMBER	Registered Warrant Invest Acct	5.06%		63,201.81	24,820.58	63,201.81
Key Bank						BEGINNING BALANCE:
JULY	Money Market Savings Accounts	3.300		5,952,232.43	901,281.00	86,558,445.84
AUGUST	Money Market Savings Accounts	3.550		456,020.64	3,797,045.37	83,217,421.11
SEPTEMBER	Money Market Savings Accounts	3.800		383,893.82	2,022,756.75	81,578,558.18
US BANK						BEGINNING BALANCE:
JULY	Municipal Investor Account	3.250		0.00	79,030.73	0.00
AUGUST	Municipal Investor Account	3.500		20,042,241.73	0.00	20,042,241.73
SEPTEMBER	Municipal Investor Account	3.750		59,112.62		20,101,354.35
US BANK						BEGINNING BALANCE:
JULY	Escrow Retainage Account			10,360.06	0.00	665,769.11
AUGUST	Escrow Retainage Account			0.00	0.00	665,769.11
SEPTEMBER	Escrow Retainage Account				0.00	665,769.11

EXHIBIT 5

CLARK COUNTY TOTAL INVESTMENT PORTFOLIO
INVESTMENT ACTIVITY BY TYPE
As of September 30, 2005

NUMBER	ISSUER	STATED RATE	DATE	PURCHASES	MATURITIES	BALANCE
STATE POOL				BEGINNING BALANCE:		63,326,570.44
JULY	Washington State Pool	3.214		36,693,372.95	35,600,000.00	64,419,943.39
AUGUST	Washington State Pool	3.435		41,800,197.92	60,950,000.00	45,270,141.31
SEPTEMBER	Washington State Pool	3.614		49,149,997.06	59,650,000.00	34,770,138.37
				BEGINNING BALANCE:		
JULY	TOTALS		507,057,325.15	52,676,297.46	46,635,082.20	513,098,540.41
AUGUST	TOTALS		513,098,540.41	82,266,525.87	104,341,982.94	491,023,083.34
SEPTEMBER	TOTALS		491,023,083.34	93,297,477.38	99,872,047.46	484,448,513.26

Exhibit 6

**CLARK COUNTY INVESTMENT POOL PORTFOLIO
DISTRIBUTION OF INVESTMENTS BY TYPE
September 30, 2005**

Investments	Book Value	Percent of Portfolio	Average Days to Maturity	Yield to Maturity	
				360 Equivalent	365 Equivalent
Certificates of Deposit	92,000,000.00	21.25%	77	3.471	3.519
Federal Agencies - Discount	9,866,594.44	2.27%	4	3.289	3.335
Federal Agencies - Semi-annual	202,398,698.57	46.76%	389	3.348	3.395
Municipal Bonds	2,505,083.50	0.58%	584	4.000	4.056
Passbook/Money Market Accts	126,088,528.20	29.14%	1	3.561	3.610
Total	432,858,904.71	99.99%	202	3.485	3.533
Accrued Interest at Purchase	356,786.32				
Total Cash and Investments	<u>433,215,691.03</u>				

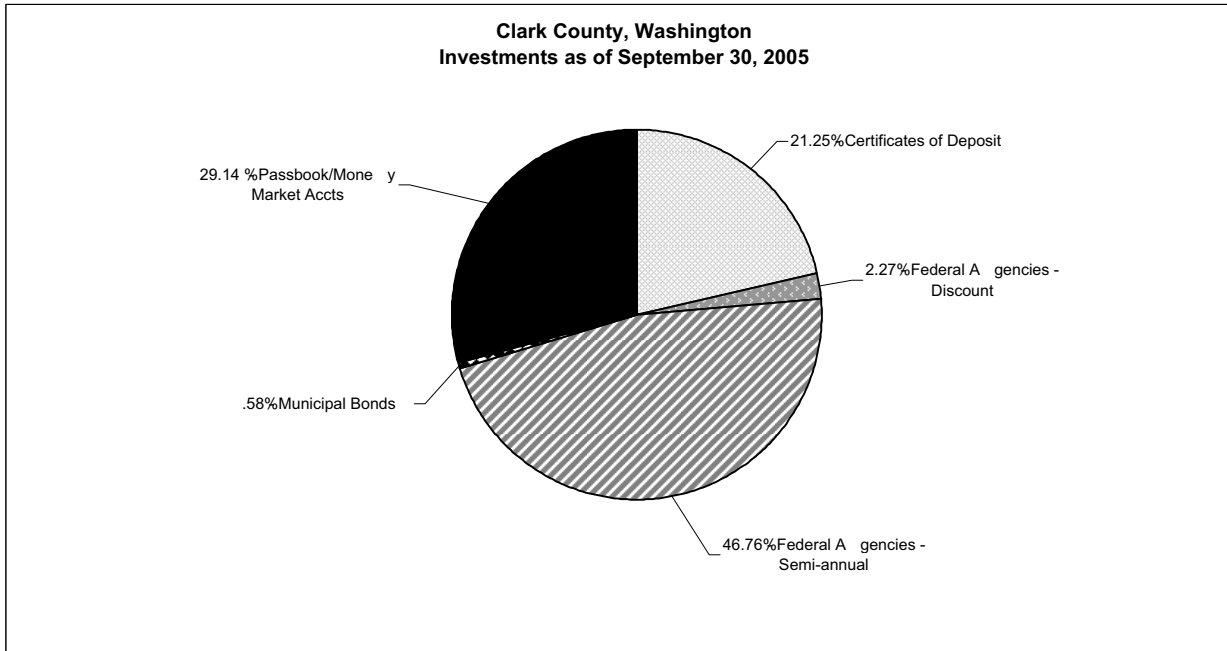


EXHIBIT 7
CLARK COUNTY, WASHINGTON
CLARK COUNTY INVESTMENT POOL PORTFOLIO
September 30, 2005

Investment Number		Purchase Date	Cusip Number	Book Value	Par Value	Market Price 9/30/2005	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360	Yield to Maturity 365	Maturity Date	Days to Maturity
Certificates of Deposit													
89983059	Washington Mutual Bank	3/7/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.380	3.38	3.427	12/30/05	90
89983061	US Bank	4/5/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.370	3.370	3.417	11/01/05	31
89983100	Washington Mutual Bank	9/15/2005		10,000,000.00	10,000,000.00		10,000,000.00		4.020	4.020	4.075	06/01/06	243
89983094	Washington Mutual Bank	8/3/2005		10,000,000.00	10,000,000.00		10,000,000.00		3.900	3.900	3.954	01/30/06	121
89983072	Sterling Savings Bank	5/11/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.383	3.383	3.430	10/20/05	19
89983101	West Coast Bank	9/23/2005		2,000,000.00	2,000,000.00		2,000,000.00		4.000	3.945	4.000	12/23/05	83
89983073	US Bank	5/12/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.455	3.455	3.503	12/01/05	61
89983075	US Bank	5/13/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.475	3.475	3.523	12/01/05	61
89983076	Washington Mutual Bank	5/31/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.460	3.460	3.508	11/30/05	60
89983078	Sterling Savings Bank	6/16/2005		10,000,000.00	10,000,000.00		10,000,000.00	-	3.450	3.403	3.450	10/04/05	3
Subtotal & Averages				92,000,000.00	92,000,000.00		92,000,000.00	-		3.55	3.60		77
Federal Agencies - Discount													
89983070	Federal Nat'l Mtg Assoc.	05/10/05	313589MP5	9,866,594.44	10,000,000.00	99.952	9,995,208.00	128,613.56	-	3.245	3.335	10/05/05	4
Subtotal & Averages				9,866,594.44	10,000,000.00		9,995,208.00	128,613.56		3.29	3.34		4
Federal Agencies - Semi Annual Coupon													
89982966	Federal Nat'l Mtg Assoc.	05/21/03	3136f3SH0	10,006,250.00	10,000,000.00	99.754	9,975,400.00	(30,850.00)	2.050	1.996	2.024	11/21/05	51
89982975	Federal Home Loan Mtg. Corp.	09/23/03	3134A4SX	10,073,900.00	10,000,000.00	99.079	9,907,911.00	(165,989.00)	2.375	2.047	2.075	04/15/06	196
89983003	Federal Nat'l Mtg Assoc.	09/22/04	3136F6CF40	10,000,000.00	10,000,000.00	98.744	9,874,430.00	(125,570.00)	3.000	2.959	3.000	09/22/06	356
89983005	Federal Nat'l Mtg Assoc.	10/12/04	3136F6EP0	10,000,000.00	10,000,000.00	98.669	9,866,933.00	(133,067.00)	3.010	2.969	3.010	10/12/06	376
89983013	Federal Home Loan Mtg. Corp.	10/15/2004	3128X3GT4	7,999,375.00	8,000,000.00	99.202	7,936,188.00	(63,187.00)	3.000	2.963	3.004	06/02/06	244
89983014	Federal Nat'l Mtg Assoc.	10/26/04	3136FAF458	10,007,000.00	10,000,000.00	98.524	9,852,372.00	(154,628.00)	3.125	3.048	3.090	12/29/06	454
89983021	Federal Home Loan Mtg. Corp.	11/5/2004	3128X2AH8	9,998,500.00	10,000,000.00	98.529	9,852,941.00	(145,559.00)	3.000	2.966	3.007	11/17/06	412
89983022	Federal Nat'l Mtg Assoc.	11/8/2004	3136FAF458	9,987,000.00	10,000,000.00	98.524	9,852,372.00	(134,628.00)	3.125	3.143	3.187	12/29/06	454
89983034	Federal Home Loan Bank	11/22/04	3133X9KN9	9,975,300.00	10,000,000.00	99.184	9,918,397.00	(56,903.00)	2.875	3.002	3.044	05/22/06	233
89983036	Federal Nat'l Mtg Assoc.	12/17/04	31359MVW0	9,999,260.00	10,000,000.00	99.215	9,921,454.00	(77,806.00)	3.150	3.111	3.154	06/30/06	272
89983049	Federal Nat'l Mtg Assoc.	01/05/05	3159MWX7	9,984,000.00	10,000,000.00	98.860	9,885,975.00	(98,025.00)	3.375	3.413	3.460	12/15/06	440
89983051	Federal Nat'l Mtg Assoc.	02/01/05	31359MXN8	9,992,000.00	10,000,000.00	98.961	9,896,142.00	(95,858.00)	3.550	3.543	3.592	01/30/07	486
89983055	Federal Home Loan Bank	02/17/05	3133MEU66	10,237,370.00	10,000,000.00	100.719	10,071,870.00	(165,500.00)	5.375	3.359	3.406	05/15/06	226
89983056	Federal Farm Credit Bank	02/22/05	3133X8SY9	5,094,500.00	5,000,000.00	100.295	5,014,765.00	(79,735.00)	4.600	3.522	3.571	01/23/07	479
89983058	Federal Home Loan Bank	03/01/05	31331LA32	9,901,180.00	10,000,000.00	99.222	9,922,177.00	20,997.00	2.500	3.391	3.438	03/30/06	180
89983065	Federal Home Loan Bank	05/06/05	3133XB5Z4	4,999,250.00	5,000,000.00	99.466	4,973,322.50	(25,927.50)	4.000	3.952	4.007	04/05/07	551
89983066	Federal Home Loan Bank	05/06/05	3133XB5Z4	4,999,500.00	5,000,000.00	99.466	4,973,322.50	(26,177.50)	4.000	3.949	4.004	04/05/07	551
89983067	Federal Home Loan Mtg. Corp.	5/16/2005	3128X4AR2	5,000,000.00	5,000,000.00	99.487	4,974,366.50	(25,633.50)	4.010	3.958	4.013	02/16/07	503
89983068	Federal Home Loan Mtg. Corp.	5/16/2005	3128X4AR2	4,998,750.00	5,000,000.00	99.487	4,974,366.50	(24,383.50)	4.010	3.973	4.028	02/16/07	503
89983077	Federal Home Loan Bank	06/02/05	3133XBVU6	10,009,375.00	10,000,000.00	99.434	9,943,370.00	(66,005.00)	4.450	4.356	4.416	06/02/08	975
89983099	Federal Farm Credit Bank	09/15/05	31331SU3	9,681,570.00	9,700,000.00	99.577	9,658,926.32	(22,643.68)	4.100	4.182	4.240	02/01/07	488
89983102	Federal Home Loan Bank	09/29/05	3133MKEDS	4,823,750.82	4,795,000.00	100.559	4,821,789.67	(1,961.16)	4.875	4.261	4.320	11/15/06	410
89983103	Federal Home Loan Bank	09/29/05	3133X2B46	4,914,345.00	5,000,000.00	98.267	4,913,361.50	(983.50)	2.750	4.261	4.320	11/15/06	410
89983104	Federal Home Loan Bank	09/29/05	3133X9R69	9,716,522.75	9,845,000.00	98.672	9,714,220.00	(2,302.75)	3.125	4.261	4.320	11/15/06	410
Subtotal & Averages				202,398,698.57	202,340,000.00		200,696,372.49	(1,702,326.08)		3.348	3.395		389

EXHIBIT 7
CLARK COUNTY, WASHINGTON
CLARK COUNTY INVESTMENT POOL PORTFOLIO
September 30, 2005

Investment Number		Purchase Date	Cusip Number	Book Value	Par Value	Market Price 9/30/2005	Market Value	Cash Gain/(Loss) on Security	Coupon Rate	Yield to Maturity 360	Yield to Maturity 365	Maturity Date	Days to Maturity
Municipal Bonds													
89983097	Washington State Bonds	09/07/05	93974AJR6	2,015,840.00	2,000,000.00	100.236	2,004,726.00	(11,114.00)	4.500	3.985	4.040	07/01/07	638
89983098	Washington State Bonds	09/14/05	939758AW8	489,243.50	500,000.00	97.82518	489,125.90	(117.60)	2.000	4.063	4.119	10/01/06	365
Subtotal & Averages				2,505,083.50	2,500,000.00		2,493,851.90	(11,231.60)		4.000	4.056		585
Passbook/Money Market Accounts													
89980003	Key Bank			71,217,035.48	71,217,035.48		71,217,035.48	0.00	3.633	3.590	3.640		1
89980002	U.S. Bank - Municipal Investment Account			20,101,354.35	20,101,354.35		20,101,354.35	0.00	3.640	3.748	3.800		1
89980001	WA State Local Government Invest. Pool			34,770,138.37	34,770,138.37		34,770,138.37	0.00	3.580	3.531	3.580		1
Subtotal & Averages				126,088,528.20	126,088,528.20		126,088,528.20	0.00		2.603	2.639		1
Grand Total				<u>432,858,904.71</u>	<u>432,928,528.20</u>		<u>431,273,960.59</u>	<u>(1,584,944.12)</u>		3.485	3.533		<u>202</u>

EXHIBIT 8

CLARK COUNTY INVESTMENT POOL AGING OF MATURING INVESTMENTS September 30, 2005

Days to Maturity	Book Value	% Maturing	Cumulative % Maturing
1	\$126,088,528.20	29.13%	29.13%
2 - 90	91,872,844.44	21.22%	50.35%
91 - 180	19,901,180.00	4.60%	54.95%
181 - 270	48,285,945.00	11.16%	66.11%
271 - 360	19,999,260.00	4.62%	70.73%
361 - 450	49,926,362.07	11.53%	82.26%
451 - 540	54,760,820.00	12.65%	94.91%
541 - 630	9,998,750.00	2.31%	97.22%
631 - 720	2,015,840.00	0.47%	97.69%
720- 1080	10,009,375.00	2.31%	100.00%
TOTALS	\$432,858,904.71	100.00%	

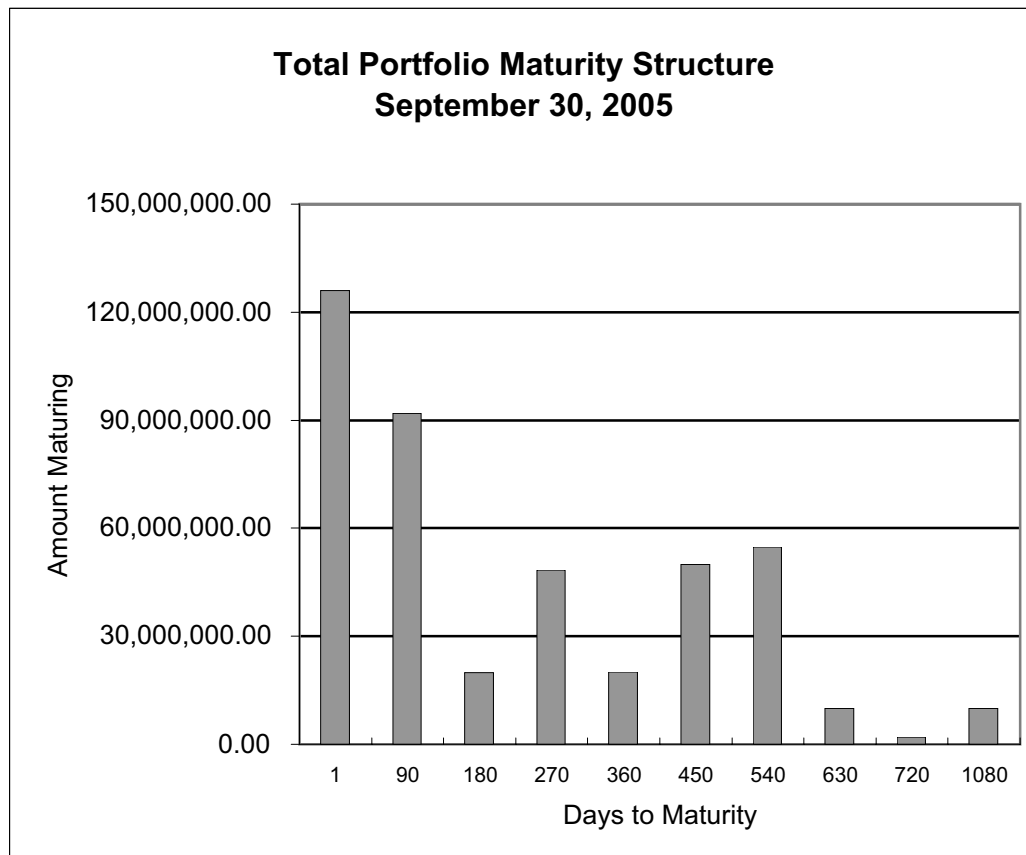


Exhibit 9

**CLARK COUNTY INVESTMENT PORTFOLIO
SUMMARY OF INVESTMENTS BY ISSUER
September 30, 2005**

Issuer	Number of Investments	Book Value	% of Portfolio	Avg YTM (365)	Days to Maturity
Federal Farm Credit Bank	2	14,776,070.00	3.41%	4.010	484
Federal Home Loan Bank	9	69,576,593.57	16.07%	3.846	447
Federal Home Loan Mtg Corp.	5	38,070,525.00	8.80%	3.026	343
Federal National Mtg Association	9	89,842,104.44	20.76%	3.094	321
Key Bank	1	71,217,035.48	16.45%	3.633	1
Sterling Savings Bank	2	20,000,000.00	4.62%	3.440	11
US Bank	3	30,000,000.00	6.93%	3.481	51
US Bank - Municipal Investor Account	1	20,101,354.35	4.64%	3.640	1
Washington Mutual Bank	4	40,000,000.00	9.24%	3.741	128
Washington State Municipal Bonds	2	2,505,083.50	0.58%	4.056	584
Washington State Pool	1	34,770,138.37	8.03%	3.580	1
West Coast Bank	1	2,000,000.00	0.46%	4.000	83
TOTALS and AVERAGES	40	\$ 432,858,904.71	100.00%	3.533	202

Exhibit 10 **County Pool vs. State Pool** **1/95 - 9/05**

Overall, \$22.1 million increased interest income realized from Pooling from January 1989 to September 2005

